





**BACKGROUND INFORMATION/FISCAL IMPACT**

**(Includes reason for proposal, as well as any unique statutory requirements)**

Chapter 435, 1992 Laws of Maryland (S.B. 618), authorizes the establishment of revenue reserve accounts by the Counties and requires that the law establishing the account provide for accumulation of a fixed dollar amount or percentage of designated revenues, criteria for use of the funds and the use of earnings in the account. The proposed bill provides for the establishment of a fund in a similar manner as provided for in the proposed Charter Amendment enacted by the Council (CB-18-1992). The accumulation of the account begins in FY 94 and reaches 3% in FY 96. If the fund is depleted by more than 60%, the fund is reestablished during the next two fiscal years. Interest income is retained in the fund. Expenditures are pursuant to existing Charter Sections 822 and 819.

**CODE INDEX TOPICS:**

Finance and Taxation

Enterprise and Other Special Purpose Funds

Revenue Reserve Account Fund - 10-265, 10-266, 10-267

Contingency Fund

See Finance and Taxation - Enterprise and Other Special Purpose Funds